

RECEIVED FEDERAL BLECHON COMMISSION MAIL ROOM

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John: Kasich, Chairmen Bob Franks, Honorary Chairman David Hobson, Honorary Chairman

January 27, 1998

Mr. Richard Ng Reports Analyst Reports Analysis Division FEDERAL ELECTION COMMISSION Washington, DC 20463

Dear Mr. Ng:

Re:

ID No. C00325357- Pioneer Political Action Committee

12 Day Pre-General report (10/1/98-10/14/98)

This letter confirms your conversation with our accountant, Sandra L. Pack, on January 22, 1999, regarding the Commission's RQ-2 dated January 13, 1999. Please regard this letter as our response.

Please note that we are addressing the first item in your RQ-2 via an amended report, which we are submitting with this letter. That is, we have elaborated further on the consulting fees listed on Schedule B for line 21.

The "in-kind" transactions reported on Schedule B stem from expenditures that were made in advance of a scheduled trip that subsequently was cancelled prior to departure. The checks that had already been disbursed, in turn, were voided. Thus, the related "in-kind" transactions that would have been reported on lines 23 and 29 as federal and non-federal contributions to candidates never actually occurred and were never reflected in the report. Our software package does not reflect this scenario as clearly as we would like. I hope that this explanation will clarify the matter.

Finally, the payments on Schedule D to the Monocle on Capitol Hill and National Car Rental actually are reported on Schedule B, line 21B, on page four, under entries E and L. The name of the vendor is listed under the "purpose" column, as the payer on the disbursement was First Union Credit Card, the credit card on which the original expenditures were charged

I believe that this letter addresses each of your requests for additional information. Please feel free to call me (202/484-5710) or Sandra V. Pack (410/544-4245), if you have any questions concerning this information.

Sincerely

Karen Johnson Treasurer